

LIBRARY OF THE
UNIVERSITY OF ILLINOIS
AT URBANA-CHAMPAIGN

332

B875

v. 1



CENTRAL CIRCULATION AND BOOKSTACKS

The person borrowing this material is responsible for its renewal or return before the **Latest Date** stamped below. **You may be charged a minimum fee of \$75.00 for each non-returned or lost item.**

Theft, mutilation, or defacement of library materials can be causes for student disciplinary action. All materials owned by the University of Illinois Library are the property of the State of Illinois and are protected by Article 16B of *Illinois Criminal Law and Procedure*.

TO RENEW, CALL (217) 333-8400.

University of Illinois Library at Urbana-Champaign

JUN 1 1988

When renewing by phone, write new due date below previous due date.

L162



T H E
S T A T E
O F T H E
N A T I O N A L D E B T,
T H E
N A T I O N A L I N C O M E,
A N D T H E
N A T I O N A L E X P E N D I T U R E.

W I T H

Some short Inferences and Reflections applicable to the
present dangerous Crisis.

By JOHN EARL of STAIR.

*O Navis! referent in Mare te novi
Fluctus? O! quid agis fortiter occupa
Portum. Nonne vides, ut
Nudum Remigio Latus
Et malus celeri saucius Africo,
Antennæque gemunt, ac sine Funibus
Vix durare Carinæ
Possint imperiosus
Æquor? Non tibi sunt integra Lintea,
Non Di, quos iterum pressa Voces malo.
Quamvis Pontica Pinus
Silvæ Filia nobilis,
Factes & Genus & Nomen inutile.
Nil pictis navita Puppibus
Fidit. Tu nisi Ventis
Debes Ludibrium. Cave.*

D U B L I N:

Printed for Messrs. CHAMBERLAINE, WHITSTONE, POTTS,
HOEY, COLLES, WILSON, WALKER, JENKIN, MILLS,
ARMITAGE, GILBERT, HALLHEAD, HILLARY, HIGLY,
and TALBOT, 1776.

1871

1871

NAVY OFFICE

1871

NAVY OFFICE

1871

NAVY OFFICE

1871

NAVY OFFICE

NAVY OFFICE

NAVY OFFICE

NAVY OFFICE

NAVY OFFICE

T H E
S T A T E
O F T H E
N A T I O N A L D E B T,
T H E
N A T I O N A L I N C O M E,
A N D T H E
N A T I O N A L E X P E N D I T U R E.

THE Funded Debt at the Conclusion of the War, including 7,299,375 Value of Long and Life Annuities given as Premiums, and the 1,000,000 borrowed on the Sixpence in the Pound Civil List Duty, likewise including the 6,983,553 founded in 1763, amounted to — — — — — £. 138,402,601
The

Brought over, ————— 138,402,601

The Unfunded Debt (an equitable Allowance being made for the Excess of the Extraordinaries in the two first Years of the Peace, beyond the Average of the following Years, which Allowance amounting to 2,000,000 to a Trifle) being carried to the Debt of the War, amounted to ————— 8,000,000

Total Debt at the Conclusion of the War ————— 146,402,601

The Funded Debt at *Christmas* 1773, including as above, was, ————— 134,299,375

The Unfunded Debt, Exchequer Bills 1,000,000, ditto lent to the *East India* Company 1,400,000, Navy Debt 1,849,371, supposed Debt of the Civil List 800,000, in all ————— 5,049,371

—————
139,348,746

—————
Debt

Debt at the Conclusion of the War was	—	146,402,601
Debt at <i>Christmas</i> 1773, was		139,348,746
		<hr/>

Paid off therefore was		7,053,855
------------------------	--	-----------

To the Discharge of which have been applied the following extraneous and adventitious Sums, which as they arose mostly out of the War, ought to have been in a great Part deducted from the Debt incurred by the War.

Produce of <i>French</i>		
Prizes	—	815,500
Army Savings		964,755
Balance of Earl <i>Chatham</i> and <i>John</i> <i>Calcraft's</i> Accounts, and Army Savings		216,222
Composition for <i>French</i> Prisoners,		670,000
Sale of Ceded Is- lands	—	70,000
		<hr/>
		2,736,477

From

Brought over, 2,736,477

From the *East India* Company, after deducting the 1,400,000 lent them on the Contract for territorial Indemnification — 800,000

To gained by the Public, which the Company lost by the Indemnity of One Shilling *per* Pound on Tea — 700,000

From the *Bank* for the Renewal of their Charter — 110,000

4,346,477

To Discount at 10 *per Cent.* on the 1,500,000 paid in the Year 1772 150,000

4,496,477

The

The Debt therefore paid by the permanent Excess of the Incomes of the State beyond the current Expences thereof during Eleven Years of profound Peace, and unequalled Prosperity of Trade, with the Land Tax at 4s. during Five Years of the Period, and during the rest of it at 3s. with Lotteries every Year but two, the Profits of which, though no certain or solid, far less an eligible Resource, amounting to 1,200,000 and upwards included, amounts to no more than

2,557,378

Annuitiy or Interest payable at the Conclusion of the War on Debt funded and unfunded, about 4,900,000

Ditto payable at Christmas 1773, about 4,600,000

Charge of Interest lessened — 300,000

B

No

No State is made for the Years 1774 and 1775; but as the Debt pretended to be paid during those Years (it is apprehended) will be more than balanced by the new Debts contracted and contracting, for which no Provision has been made, it is thought the National Debt will not differ greatly from the Sum it is stated at in Pages six and seven; and consequently the Debt discharged will not exceed, even during the Thirteen Years that the Peace has lasted, the Sum it is stated at in those Pages. The Equivalent to Scotland amounting to 248,550 is not included, nor any Value put upon the 2,000 paid yearly toward the Improvement of the *Scotch* Fisheries and Manufactures, nor on what may remain of the Life Annuities granted in 1745 and 1746, nor on the 50,000 and upwards paid yearly for the Management of the National Debt; but these will in Part be balanced by the Falling in of the Life Annuities 1757, and the Decrease of the Value of the Long Annuities, by the Time that has intervened since they were granted.

I am

I am well aware, that the National Debt at the Conclusion of the War is stated higher by about 2,000,000 than I state it, in a very capital Performance, intituled, *The Considerations, &c.* (for the Memory, and for the good Intentions towards his Country, of the reputed Author of which no Man has a greater Respect than myself); but surely the Years 1764 and 1765, when he presided over the Administration of the Finances with great Integrity and Ability, cannot be exempted from the Charge of Extraordinaries for Sea and Land; according to the Average Demands on these Accounts in the succeeding Years of the Peace; nor can the Deficiency of Grants and the Deficiency of Funds in these Years ever make any Part of the Debt of the War, being constant Charges in every Peace Establishment, and vary according to the Nature of the Services and the Sagacity of the Apportionment; these amounting to 1,976,003, make the Difference betwixt us.

It has been objected, that the 700,000 gained by the Public on the Tea Indemnity is a fair Excess of the Permanent Incomes of the State, the Company having paid no more than the Average Income of the Duties for Five Years preceding the Contract ; and this Reasoning is conclusive, provided the Loss was not (as it is generally believed it was) occasioned by the Duties laid on Tea consumed in *America*, but by the mistaken Notions of the Company as to the Practicability of extending their Tea Trade. The Parties are at Hand to set this Matter in its true Light. The particular Produces of the Duties on Tea not being to be met with in any Place where I can have Access, I can do no more than state the Objection and the Answer. It has likewise been objected, that three of the Lotteries were attended with Annuities ; but either in Money, in Alleviation of Interest, or one Way or other, they certainly were beneficial to Government in the Discharge of the public Debt to the Extent stated and more.

December 5, 1775.

The

The Debt pretended to be paid in 1774 and 1775 does not exceed the Debt contracted in these Years, for which no Provision was made.

P A I D O F F.

The Debt paid off in 1774 and in 1775 was 1,000,000 *3 per Cents.* in each Year at 88 *per Cent.* in both Years 2,000,000 at 88 *per Cent.* make ———— £.1,760,000

Debt contracted in 1774 and 1775, for which no Provision was made.

New Exchequer Bills	—	250,000
Ordinance Extraordinaries beyond what were granted in 1774		190,423

As far as can be conjectured from the Scrap of Paper on the Table of the House of Commons, the whole Year 1775 is not near comprehended.

440,423
Army

Brought over, —————	440,423
Army Extraordinaries beyond what were granted in 1774	582,628
Interest of Unfunded Debt and Lottery Expences for two Years, at least —————	200,000
Navy Debt encreased, exclu- sive of the 200,000 granted to- wards paying it in 1774	849,208
Total new Debt contracted in 1774 and 1775	2,072,259
Debt paid off in 1774 and 1775 —————	1,760,000

Debt contracted exceeds Debt
paid off ————— 312,259

Which is more than what was undertaken
to be proved.

N. B. This is exclusive of 354,735 taken
towards the Supplies 1775, by Anticipation
out of the last *Christmas* Quarter of the
Sinking Fund, but not chargeable particu-
larly on 1774 and 1775, as the Abuse began
soon after the Peace.

Notwithstanding

Notwithstanding these Additions to the Public Debt, yet the *East-India* Company (little used to profit by her Servants Crimes) having, as I am told, I believe with Truth, been very unexpectedly enabled from the Rapine, not the Trade of the East, to discharge all, or at least a great Part of the Loan of 1,400,000 made to the Company by the Public, the National Debt at *Christmas* 1775 was probably something within the Limits of One Hundred and Forty Millions. But that auspicious Epoch is now fled to return no more; each frantic Hour teems with precious Impossibilities, expensive Chimeras, baseless Incoherencies, physical Necessity; the avowed Barrier of our Supremacy is stormed on every Side, and we are compelled to assert and believe, that Armies, so slenderly equipt that they scarce could march in a Body One Hundred Miles through the Country of a Friend, are in one Campaign to make the Conquest of a great and warlike Empire, where they cannot even arrive much before August. Let our Miseries at least teach us Humility, let human Pride fallen prostrate lick the Dust :
 What

What is Man? how little, how abject must he be in the Eye of Providence? when the Fate of Nations hangs on the Decision of Counsels so wilful and so weak.—O! Guardian Angel of the Land, avert thy People's Fate! to thee I lift a Hand guiltless of the Wrongs, and unstained with the Plunder of my Country!

March 20, 1776.

Sums

Sums levied on the *British* Subject
in the Year 1774.

To the Creditors of the Public and Charges	—	£.	4,445,856
To Charges on the old Long and Life Annuities not stated in the Exchequer Paper, <i>estimated</i> *	—————	—————	8,000
			—————
			4,453,856

* *Where the Word estimated is added, the Sums stated are from the best (but not absolutely decisive) Authority I can find, or from the most probable Conjectures I can make. As Truth is my Object, I shall be very happy to be set right in these, or wherever I am wrong. I hope I am not (the vast Extent of the Subject considered) very materially so; at least I dare presume with Confidence not so materially as to affect the Conclusions that are drawn, and which every Man of Common Sense must draw*

C

from

Brought over,	—————	4,453,856
To the Civil List	—	800,000
To the Duchy of <i>Cornwall</i> and <i>Lancaster</i> Fines, Principality of <i>Wales</i> , <i>Scotch</i> Crown Revenues, <i>&c. &c. estimated</i>	—	200,000
To Profits on the Lottery,		150,000
To Produce of the Sinking Fund	—————	2,976,382
To Coinage Duties	—	15,000
Interest and Management on the Equivalent to <i>Scotland</i>		10,600
To Improvement of <i>Scotch</i> Fisheries and Manufactures		2,000
		<hr/>
		8,607,838
		Brought

from the Premises. Absolute Trifles I have not regarded; nor in Matters of this Kind are they worth the Trouble that they cost.

Brought over	—————	8,607,838
To Expences of Management and Collection on 8,607,838 l. estimated, one with the other, at 10 <i>per Cent.</i> of the neat Pro- duce	—————	860,800
To Fees and Perquisites of Office of every Kind, <i>estimated</i>		500,000
To Bounties on Importation and Exportation, Whale and White Herring Fisheries, <i>estima- ted</i>	—————	200,000
		<u>10,168,638</u>
To Land and Malt, Land at 3 ^s .	—————	2,250,000
		<u>12,418,638</u>

Enormous as the Sum on the other Side may seem, and far beyond the National Faculties, equal perhaps to almost all our circulating Specie, yet of this whole Sum there is only unappropriated the Land and Malt; which, even with the Land at 4s. Militia Loan, Deficiency, and Expence of collecting deducted, will scarce produce neat 2,250,000; and the Sinking Fund, at a fair Average of Years cannot be estimated at much more than 2,500,000, notwithstanding the casual Produce in 1774 of near 3,000,000, the unappropriated National Revenue will therefore amount to no more than 4,750,000; the avowed, nay necessary Peace Establishment, Navy Extraordinaries, called Navy Debt, at a fair Average included, and a very small Allowance being made for unforeseen Contingencies, will amount at least to 4,200,000*l.* The Balance therefore of the National Income will only be 550,000*l.* of which, could 200,000*l.* be allotted to augment the Civil List, there will only remain a Balance of 350,000*l.* which, even with the precarious Profits of a Lottery thrown in, will

will scarce be a sufficient Security to borrow Ten Millions on ; a Sum which the ensuing Campaign may possibly require, if Preparations adequate to the Occasion are or can be made, and Provisions are voted adequate to these Preparations ; without amusing the Public with fallacious and defective Estimates ; with no Estimates of, nor any Provision for certain and capital Expences ; with Funds taken at the capricious or artful Produce of short Periods, not at the fair Average of Years ; with Debts at Three *per Cent.* paid off with one Hand, and contracted at Four with the other ; and all the rest of the Charlatanneries of the Annual Budget.

December 5, 1775.

The

The National unappropriated Income does not exceed 4,750,000*l.* Land Tax being at 4*s.*

P R O O F.

A 4 <i>s.</i> Land Tax, at an Average produces gross	—	£. 1,980,888
		<u> </u>

D E D U C T I O N S.

Expence of the Militia	—	179,766
Interest on the Loan	—	75,000
Expence of collecting, &c. paid at the Auditor's Office, 8 <i>d.</i> in the Pound to a Trifle; it is 7½ <i>d.</i> certain, besides some casual Deductions	—	<u>66,666</u>
Deductions	—	<u>321,432</u>

Land

Land Tax gross Produce	—	1,980,888
Deductions	—	<u>321,432</u>
Land Tax neat	—	1,659,456
Malt Tax, Deductions, at a fair Average amounting to 202,228 <i>l.</i> yearly, taken out, produces neat		<u>547,772</u>
Total Land and Malt neat	—	2,207,228
The Sinking Fund for Eight Years, from the 5th of <i>April</i> 1767 to the 5th of <i>April</i> 1775, has pro- duced (deducting an Average of 45,000 <i>l.</i> yearly, carried from the Supplies to make good the Defi- ciency of the Funds for 1758) neat 20,051,340 <i>l.</i> which is to a Trifle 2,506,400 <i>l.</i> yearly		<u>2,506,400</u>
National unappropriated In- come, Land at 4 <i>s.</i> is only	£.	<u>4,713,628</u>
Which is what was to be proved.		

Peace

Peace Establishment will amount at least to
4,200,000 *l*.

P R O O F.

The Year 1774 is taken as a fair equal Year: If taken for Three Years preceding 1775, when the *American* Troubles began, the Average Expence will be greater; if taken for Seven Years, it will be considerably greater: Consequently 1774 is a fair if not a favourable Year.

Navy in 1774 amounted to £. 1,904,917

Navy Extraordinaries, called	
Navy Debt, at a low Average	300,000
	<hr/>
	2,204,917

Brought

Brought over	—————	2,204,917
Ordnance, ordinary and extra-ordinary	— — —	271,174
Army	— — —	1,549,720
Miscellaneous	— — —	60,252
Unforeseen Contingencies that Year on account of the new Coinage amounted to 250,000 <i>l.</i> but say the yearly Average is	—	100,000
Expences of the Lottery and Interest of Unfunded Debt, about		85,000
		<hr/>
Peace Establishment is	—	4,271,063
Which is what was to be proved.		
If to this is added the Addition we are told, but in this State of Things it is scarce possible to suppose, is to be made to the Civil List of	— —	200,000
		<hr/>
The Peace Establishment will then be	— —	4,471,063
		<hr/>

D Unappropriated

Unappropriated National Estate,		
as in Page 23	—	4,713,628
Peace Establishment	—	4,471,063
		<hr/>
Balance of unappropriated Es-		
tate	— — —	<u>£. 242,565</u>

Certainly, even with the precarious Profits of a Lottery thrown in, no sufficient Security to borrow Ten Millions on, which is what was to be proved.

March 20, 1776.

Something

Something may perhaps be necessary to reconcile to myself and to the Public, my setting my Name to these Papers. Vain Glory cannot be my Object. Investigations of this Kind are Works of Industry, Works of Application, not of Fame. Ambition, daring and headlong as she is, must shrink back from a State of Things like this; and on such Wretchedness, Avarice surely can build no Hope. To Faction I never was a Friend. What therefore is meant, is to authenticate, to give Weight (so far as my poor Opinion can give Weight) to Calculations, of which the material Part is founded in Truth; and which are of the greatest and of the very first Importance to be thoroughly understood by every Man of Property in these Kingdoms. It is likewise meant, to awaken the Public from the fatal Lethargy, and fatal Luxury, that an unreal Mockery of Paper Wealth has plunged them into; whilst Distress and Public Bankruptcy dogg them at the Heels. It is moreover hoped, that this State of the National Situation may tend to open the Nation's Eyes, to the indispensable

D 2

Necessity

Necessity of putting an End to the unnatural Civil War with *America*; a War of an enormous and unknown Expence, and of a Difficulty, not to say Impracticability in itself, little understood by the shallow Advisers and Conductors of it; without mentioning the armed State, the sure, and decisive Interference, at a proper Time, of Rival foreign Nations; a War of which the Justice (if even no more was meant than meets the Ear) is very doubtful, the Success unavailing, and next to desperate, and for the Expediency of which, without begging the Question, there is not, cannot be, one Argument, or Advocate.

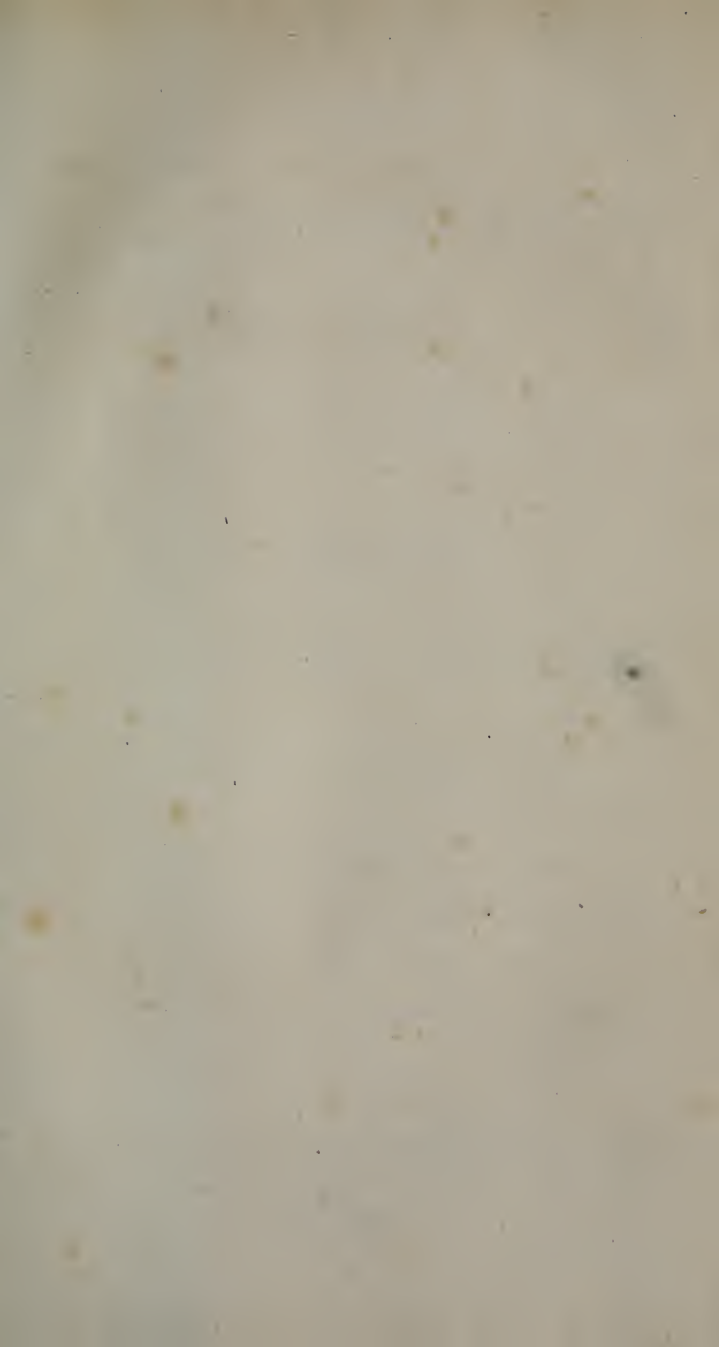
Far, very far from my Thoughts, is any Thing personal against the noble Lord who is at the Head of the Finance Department; he has done what many, I might almost say all his Predecessors have done before him; for each, alas! in his Tide of Power, has too often been the licensed Plunderer, too seldom the careful Father of the State; but
perhaps

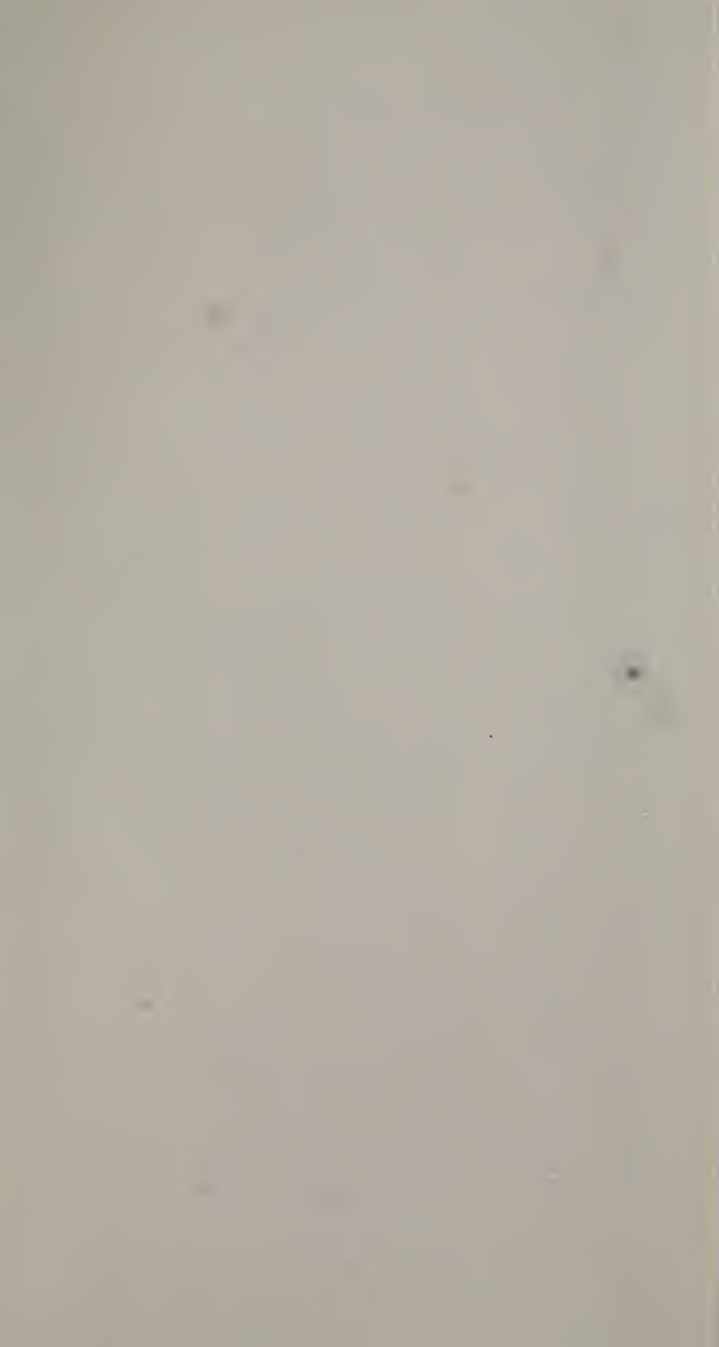
perhaps the Circumstances, or at least the Corruptions of the Times, do not admit of a better Regimen.

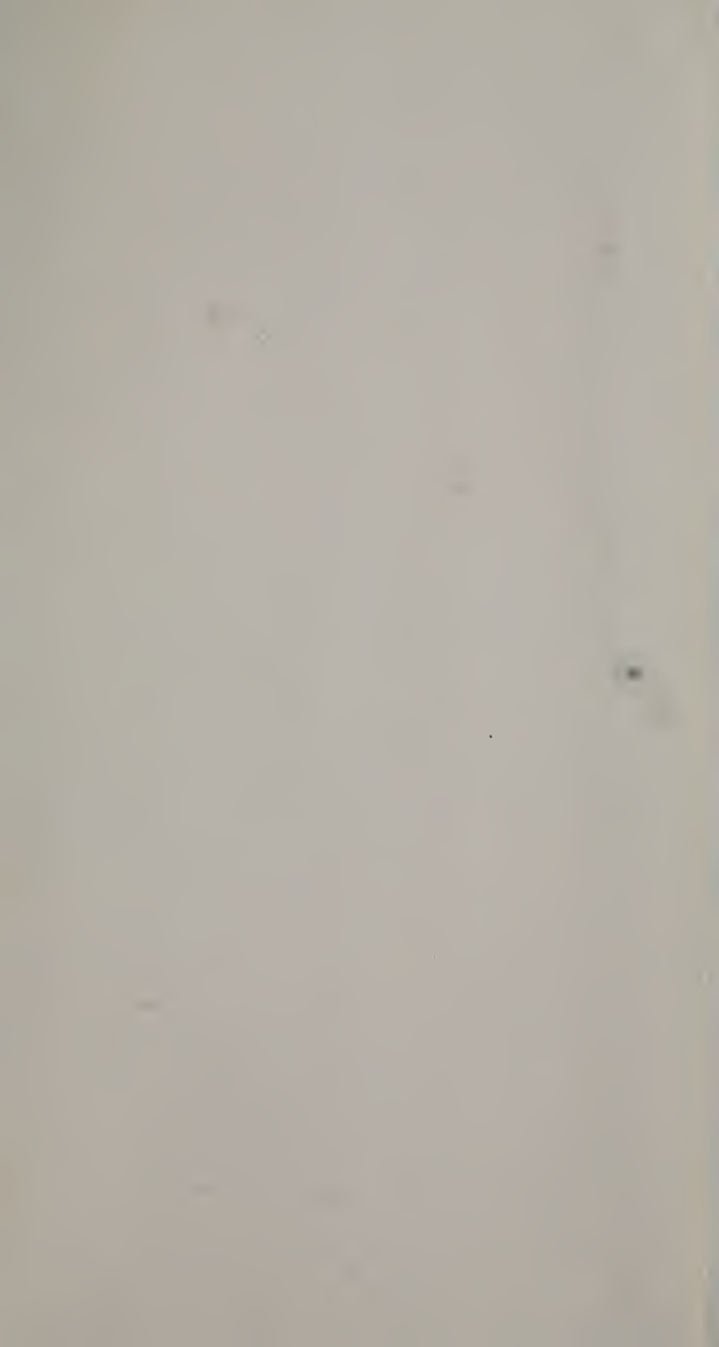
Justice moreover requires the Avowal from me, that in the Debt discharged in 1772, and in the less than Nothings of 1774 and 1775, great Frugality and a rigorous Attention to the Public Interest have been shewn; and indeed through the Whole of the noble Lord's Conduct, a faint, a feeble, and a doubtful Ray of Feeling for the present, Apprehension for the Future, shines; making at least the Darkeness of his Colleagues more visible. Something likewise of *English* Candour, *English* Humour, *English* Good Nature (whilst *England* was good-natured) barren indeed of Good Works, breaks forth every now and then; and should the stealing Hand of Time mature these happy Seeds into fair Virtue, into noble Decision, either with soft Compassion, equal Justice, attempered with sweet Humanity, to wipe away the bloody Tear from the Cheek of much-misrepresented *America*, or with generous Disdain, without
 casting

casting one lingering longing Look behind, to renounce Emoluments, which Honour forbids to taste, my poor honest Praise, stern though I am, and relentless in the Public Cause, shall freely flow, and applauding indulgent *Britain* shall in the Future perhaps forget the Past.

F I N I S.

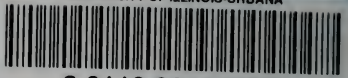








UNIVERSITY OF ILLINOIS-URBANA



3 0112 062406621